

SUMMARY OF THE ACTIVITIES OF MISCELLANEOUS COMMITTEE



Sitting from Left to Right:

Mr. Muhammad Rehan, Mr. Khurram Nasim Ghuman (Chairman), Mr. Haider Ali and Ms. Huma Waheed (EC's Observer)

Standing from Left to Right:

Mr. Athar Maqsood Paracha (Vice-Chairman), Mr. N.A. Usmani (Secretary General) Mr. Nabeel W. Sabir (Deputy Secretary General),
Mr. Iqbal Hassan, Syed Abrar Hussain Shah and Mr. Nadeem Irshad

- Data from life and non-life members for health insurance business was collected and the summary made available to the members for the year ended 31 December 2018. The summary presents findings classified into inpatient (non-maternity), inpatient (maternity) and outpatient coverage by life and non-life insurance companies against the lives covered, gross premium and their claims data.
- Data from life and non-life members for micro-health insurance business was collected and the summary made available to the members for the year ended 31 December 2018.
- The committee decided to add the statistics of Bond/Guarantee Business in its data collection portfolio last year to better evaluate the subject business and its challenges & opportunities. The

combined data pertaining to all bond business i.e. bid bonds, performance bonds, mobilization advance bond or any other bond/ guarantee business was requested from members and the summary made available to the members for the year ended 31 December 2018.

- The Cyber Risk Insurance kept the market on toes this year with the impending danger and imminent threats with first of its kind cyber attack on a local bank where customer data was compromised, highlighting the need for immediate mitigation measures. The SECP proposed Draft Directives on Cyber Security Framework for Insurance Sector 2019 - through SRO 31(1)/2019 dated 8th January 2019 which

remains under industry discussion. Since all major insurers offer the subject product, the committee throughout the year discussed its features, challenges and experiences.

- With the promulgation of the Credit & Suretyship (Conduct of Business Rules) 2018 on 1st June 2018 and requirements defined therein, the committee felt the need for and agreed to prepare a guideline for members underwriting this business. A draft is being prepared for this purpose which highlights the need that in case of co-insurance arrangement in this product the leader must share cash margins and provide copies of non cash collateral to all co-insurers in the same proportion to meet the new directives.